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December 8, 2010

VIA HAND DELIVERY

Utah Division of Oil Gas and Mining P.O. Box 145801 1594 West North Temple, Suite 1210 Salt Lake City, Utah 84114

> RE: Castle Valley Mining, LLC

> > Application to Transfer Permit ("the Application")

Permit No. C/015/025

Objection to Transfer of Permit

This office represents ANR Company, Inc. ("ANR"). ANR owns fee and federal coal leases that are the subject of the above-referenced Application. ANR objects to the transfer of the Permit to Castle Valley Mining, LLC ("CVM") on the following grounds:

- 1. CVM lacks an approved mining permit to conduct mining operations on ANR's property.
 - 2. CVM has failed to post the required reclamation bonds on the ANR property.
- 3. CVM and/or the bankruptcy trustee is in default of the 1999 Coal Operating Agreement with ANR because the required property taxes have not been paid.

ANR requests a hearing to address these and any other related issues raised in the Application.

Sincerely,

Attorney for ANR Company, Inc.

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